

110TH CONGRESS
2D SESSION

S. 3693

To limit the amount of compensation for employees and executives of financial institutions assisted under the Troubled Asset Relief Program, and for other purposes.

IN THE SENATE OF THE UNITED STATES

NOVEMBER 19, 2008

Mr. SANDERS (for himself, Mrs. LINCOLN, and Mrs. BOXER) introduced the following bill; which was read twice and referred to the Committee on Banking, Housing, and Urban Affairs

A BILL

To limit the amount of compensation for employees and executives of financial institutions assisted under the Troubled Asset Relief Program, and for other purposes.

1 *Be it enacted by the Senate and House of Representa-*
2 *tives of the United States of America in Congress assembled,*

3 **SECTION 1. SHORT TITLE.**

4 This Act may be cited as the “Stop the Greed on
5 Wall Street Act”.

6 **SEC. 2. AMENDMENTS TO TARP.**

7 Section 111 of the Emergency Economic Stabilization
8 Act of 2008 (Public Law 110–343) is amended by striking
9 subsections (b) and (c) and inserting the following:

1 “(b) LIMITS ON COMPENSATION.—

2 “(1) IN GENERAL.—Notwithstanding any other
3 provision of law or agreement to the contrary, no
4 employee or executive of a financial institution that
5 is assisted under the TARP may receive aggregate
6 annual compensation, in any form, from the finan-
7 cial institution in an amount in excess of the amount
8 paid to the President of the United States in accord-
9 ance with section 102 of title 3 of the United States
10 Code.

11 “(2) PREVIOUS COMPENSATION APPLIED TO AG-
12 GREGATE.—If an employee or executive of a finan-
13 cial institution that is assisted under the TARP has
14 received aggregate annual compensation in excess of
15 the amount paid to the President, as described in
16 paragraph (1), for a calendar year prior to the date
17 on which the financial institution first receives as-
18 sistance under the TARP, such employee or execu-
19 tive shall be prohibited from receiving any further
20 compensation for such service during that calendar
21 year.

22 “(3) DEFINITION.—For purposes of this sec-
23 tion, ‘aggregate annual compensation’ includes bo-
24 nuses, deferred compensation, stock options, securi-

1 ties, or any other form of compensation provided to
2 an employee or executive.

3 “(c) REIMBURSEMENT OF FUNDS.—If a financial in-
4 stitution assisted under the TARP elects not to comply
5 with the requirements of subsection (b), such financial in-
6 stitution shall immediately reimburse the Secretary for
7 any amounts that it received under the TARP to that
8 point. Such reimbursed funds shall be used by the Sec-
9 retary for foreclosure mitigation efforts, as determined ap-
10 propriate by the Secretary and in accordance with this
11 Act.”.

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